

Auditing Procedures Report

Reset Form

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Issued under Public Act 2 of 1968, as amended.

Unit Name	LASALLE TOWNSHIP	County	MONROE	Type	TOWNSHIP	MuniCode	581090
Opinion Date	07/02/08	Audit Submitted	07/17/08	Fiscal Year	03/31/08		

If a local unit of government (authorities & commissions included) is operating within the boundaries of the audited entity and is NOT included in this or any other audit report, nor do they obtain a stand-alone audit, enclose the name(s), address(es), and a description(s) of the authority and/or commission.

Place a check next to each "Yes" or non-applicable question below. Questions left unmarked should be those you wish to answer "No".

<input checked="" type="checkbox"/>	1. Are all required component units/funds/agencies of the local unit included in the financial statements and/or disclosed in the reporting entity notes to the financial statements?
<input checked="" type="checkbox"/>	2. Does the local unit have a positive fund balance in all of its unreserved fund balances/unrestricted net assets?
<input checked="" type="checkbox"/>	3. Were the local unit's actual expenditures within the amounts authorized in the budget?
<input checked="" type="checkbox"/>	4. Is this unit in compliance with the Uniform Chart of Accounts issued by the Department of Treasury?
<input checked="" type="checkbox"/>	5. Did the local unit adopt a budget for all required funds?
<input checked="" type="checkbox"/>	6. Was a public hearing on the budget held in accordance with State statute?
<input checked="" type="checkbox"/>	7. Is the local unit in compliance with the Revised Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, and other guidance as issued by the Local Audit and Finance Division?
<input checked="" type="checkbox"/>	8. Has the local unit distributed tax revenues, that were collected for another taxing unit, timely as required by the general property tax act?
<input checked="" type="checkbox"/>	9. Do all deposits/investments comply with statutory requirements including the adoption of an investment policy?
<input checked="" type="checkbox"/>	10. Is the local unit free of illegal or unauthorized expenditures that came to your attention as defined in the Bulletin for Audits of Local Units of Government in Michigan, as revised (see Appendix H of Bulletin.)
<input checked="" type="checkbox"/>	11. Is the unit free of any indications of fraud or illegal acts that came to your attention during the course of audit that have not been previously communicated to the Local Audit and Finance Division? (If there is such activity, please submit a separate report under separate cover.)
<input type="checkbox"/>	12. Is the local unit free of repeated reported deficiencies from previous years?
<input checked="" type="checkbox"/>	13. Is the audit opinion unqualified?
	14. If not, what type of opinion is it? <input type="text" value="NA"/>
<input checked="" type="checkbox"/>	15. Has the local unit complied with GASB 34 and other generally accepted accounting principles (GAAP)?
<input checked="" type="checkbox"/>	16. Has the board or council approved all disbursements prior to payment as required by charter or statute?
<input checked="" type="checkbox"/>	17. To your knowledge, were the bank reconciliations that were reviewed performed timely?
<input checked="" type="checkbox"/>	18. Are there reported deficiencies?
<input checked="" type="checkbox"/>	19. If so, was it attached to the audit report?

General Fund Revenue:	\$587,679.00
General Fund Expenditure:	\$626,250.00
Major Fund Deficit Amount:	\$0.00

General Fund Balance:	\$443,871.00
Governmental Activities Long-Term Debt (see instructions):	\$621,620.00

We affirm that we are certified public accountants (CPA) licensed to practice in Michigan. We further affirm the above responses have been disclosed in the financial statements, including the notes, or in the Management Letter (Reported deviations).

CPA (First Name)	DEBORAH A.	Last Name	SABO	Ten Digit License Number				1101025211	
CPA Street Address	ONE SOUTH MONROE ST.	City	MONROE	State	MI	Zip Code	48161	Telephone	241-7200
CPA Firm Name	COOLEY HEHL WOHLGAMUT	Unit's Street Address	4111 LAPLAISANCE F.	City	LASALLE	Zip Code			48145

LASALLE TOWNSHIP
Monroe County, Michigan

ANNUAL FINANCIAL REPORT

March 31, 2008

LASALLE TOWNSHIP

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Independent Auditor's Report

Township Board
LaSalle Township
Monroe County, Michigan

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of LaSalle Township, Monroe County, Michigan as of and for the year ended March 31, 2008, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of LaSalle Township, Monroe County, Michigan management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of LaSalle Township, Monroe County, Michigan as of March 31, 2008, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary comparison information on pages 2 through 8 and 33 through 37, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the LaSalle Township, Monroe County, Michigan basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Cooley Hehl Wohlgamuth & Carlton

July 2, 2008

LASALLE TOWNSHIP

Management's Discussion and Analysis Year Ended March 31, 2008

This section of LaSalle Township's annual financial report presents our discussion and analysis of the Township's financial performance during the fiscal year ended March 31, 2008. Please read it in conjunction with the Township's financial statements, which immediately follow this section. This summary should not be taken as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the Township's revenues and expenditures by program for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Project Fund.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand LaSalle Township financially as a whole. The ***Government-Wide Financial Statements***, which include the Statement of Net Assets and the Statement of Activities, provide information about the activities of the Township as a whole and presents both a short-term and a long-term view of those finances. The ***Fund Financial Statements*** provide the next level of detail. For governmental activities, these statements explain how services were financed in the short-term as well as what remains for future spending. The ***Fund Financial Statements*** report the Township's operations in more detail than the ***Government-Wide Financial Statements*** by providing information about the Township's most significant funds - the General Fund, the Water Lateral Receiving Special Revenue Fund, the Special Voted Fire Department Special Revenue Fund, the Lakeshore Area Sewer Receiving Special Revenue Fund, the North Shores Road Maintenance Special Revenue Fund, the South County Water Debt Fund, the Lakeshore Area Sewer Debt Fund, and the Water District 2002-27A Debt Fund, with all other funds presented in one column as nonmajor funds. The remaining statements, the Statement of Fiduciary Net Assets, presents financial information about activities for which the Township acts solely as an agent for the benefit of the public. The following summary illustrates how the various parts of this annual report are arranged:

Management's Discussion and Analysis (MD&A) (Required Supplemental Information)

Basic Financial Statements

Government-Wide Financial Statements Fund Financial Statements

Notes to the Basic Financial Statements

*Budgetary Information for Major Funds
(Required Supplemental Information)*

Other Supplemental Information

LASALLE TOWNSHIP

Management's Discussion and Analysis Year Ended March 31, 2008

Government-Wide Financial Statements

The Statement of Net Assets and the Statement of Activities (pages 9-10), which appear first in the Township's financial statements, report information on the Township as a whole and its activities. These statements include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two government-wide statements report the Township's net assets and changes in them. The change in net assets provides the reader a tool to assist in determining whether the Township's financial health is improving or deteriorating. The relationship between revenues and expenses indicates the Township's operating results. However, the Township's goal is to provide services to our residents, not generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the services provided and the safety of the public to assess the overall health of the Township.

The Statement of Net Assets and Statement of Activities report the governmental activities for the Township, which encompass Township services, include general government services, public safety, public works, and recreation and cultural services. Property taxes, state-shared revenue, and charges for services provide most of the funding.

Fund Financial Statements

The Township's Fund Financial Statements (pages 11-17) provide detailed information about the most significant or "major" funds - not the Township as a whole. Some funds are required to be established by State law and by bond covenants. However, the Township establishes other funds to control and manage money for particular purposes or to show that it is properly using revenues. The Township's two types of funds: governmental and fiduciary. The funds use different accounting approaches as described below:

Governmental funds - All of the Township's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using the modified accrual accounting method, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the Township and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in a reconciliation format in the financial section on pages 13 and 16.

Fiduciary funds - An Agency Fund is used to account for assets held by the Township as an agent for the collection and disbursement of property taxes.

LASALLE TOWNSHIP

Management's Discussion and Analysis Year Ended March 31, 2008

Government-Wide Financial Analysis

Recall that the Statement of Net Assets provides the perspective of the Township as a whole. Table 1 provides a summary of the Township's net assets as of the current date and compared to the prior year:

Table 1:

Condensed Statement of Net Assets March 31, 2008 and 2007

	Governmental Activities	
	2008	2007
Current and other assets	\$2,283,848	\$2,492,181
Capital assets, net	<u>3,521,629</u>	<u>3,321,895</u>
Total Assets	<u>5,805,477</u>	<u>5,814,076</u>
Current and other liabilities	66,359	67,772
Long-term liabilities	<u>621,620</u>	<u>761,004</u>
Total Liabilities	<u>687,979</u>	<u>828,776</u>
Net Assets		
Invested in capital assets, net of related debt	2,906,629	2,566,895
Restricted for:		
Debt service	1,019,479	1,189,459
Capital projects	16,655	25,652
Public works	588,114	396,575
Fire protection	149,370	323,095
Unrestricted	<u>437,251</u>	<u>483,624</u>
Total Net Assets	<u>\$5,117,498</u>	<u>\$4,985,300</u>

As depicted in Table 1, the Township's net assets were \$5,117,498 at March 31, 2008. Of this amount, a positive \$437,251 was unrestricted. This amount represents the *accumulated* results of all past years' operations. The unrestricted net asset balance is used for working capital and cash flow needs as well as to provide for future uncertainties. It means that if we had to pay off all of our bills *today*, including all of our noncapital liabilities we could with our current resources. The operating results of the General Fund will have a significant impact on the change in unrestricted net assets from year to year.

LASALLE TOWNSHIP*Management's Discussion and Analysis
Year Ended March 31, 2008***Government-Wide Financial Analysis - Concluded**

The results of this year's operations for the Township as a whole are reported in the Statement of Activities (Table 2), which shows the changes in net assets during the current fiscal year and in the prior fiscal year.

Table 2:

**Changes in Net Assets
Years Ended March 31, 2008 and 2007**

	<u>Governmental Activities</u>	
	<u>2008</u>	<u>2007</u>
Revenues		
Program revenues:		
Charges for services	\$ 223,422	\$ 196,145
Operating grants and contributions	216,300	72,075
Capital grants and contributions	<u>-</u>	<u>6,792</u>
	439,722	275,012
General revenues:		
Property taxes	272,297	257,257
State grants	339,241	344,458
Interest	78,330	87,834
Other	<u>51,194</u>	<u>62,058</u>
	<u>741,062</u>	<u>751,607</u>
Total Revenues	1,180,784	1,026,619
Functions/Program Expenses		
Legislative	24,366	25,627
General government	337,327	315,543
Public safety	259,310	211,264
Public works	387,453	303,079
Recreation and cultural	2,046	1,474
Interest on long-term debt	<u>38,084</u>	<u>45,341</u>
Total Expenses	<u>1,048,586</u>	<u>902,328</u>
Increase (Decrease) in Net Assets	<u>\$ 132,198</u>	<u>\$ 124,291</u>

As indicated in Table 2, the cost of *all governmental* activities this year was \$1,048,586. Of this amount, \$439,722 was subsidized with revenue generated from charges for services, grants, and contributions with the remaining costs financed with general revenues which consisted mainly of property taxes and state shared revenues. The Township's governmental activities experienced an increase in net assets of \$132,198. The increase in net assets differs from the change in fund balance. A reconciliation of the change in fund balances of the governmental funds to the change in net assets appears on page 16.

LASALLE TOWNSHIP

Management's Discussion and Analysis *Year Ended March 31, 2008*

Fund Financial Analysis

As noted earlier, the Township uses funds to help control and manage money for particular purposes. Looking at funds helps the reader consider whether LaSalle Township is being held accountable for the resources taxpayers and others provide to it and may give more insight into the Township's overall financial health.

As the Township completed this year, the governmental funds reported a combined fund balance of \$1,880,240 which is a decrease of \$262,535 from last year. The changes by major and nonmajor funds are as follows:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Fund balances -					
Beginning of Year	\$489,628	\$683,188	\$802,566	\$167,393	\$2,142,775
Increase (decrease)	<u>(45,757)</u>	<u>(147,327)</u>	<u>12,463</u>	<u>(81,914)</u>	<u>(262,535)</u>
Fund balances -					
End of year	<u>\$443,871</u>	<u>\$ 535,861</u>	<u>\$815,029</u>	<u>\$ 85,479</u>	<u>\$1,880,240</u>

The Township's General Fund balance increase is illustrated in the tables that follow.

	<u>March 31, 2008</u>	<u>March 31, 2007</u>	<u>Percent Change</u>
Revenues			
Property taxes and assessments	\$137,263	\$129,568	5.94 %
Licenses and permits	54,417	55,965	(2.77) %
State grants	339,241	344,458	(1.51)%
Contributions from local units	-	6,792	(100.00)%
Charges for services	15,200	14,540	4.54 %
Interest and penalties	15,277	15,922	(4.05)%
Other revenue	<u>26,281</u>	<u>34,928</u>	<u>(24.76)%</u>
Total Revenues	<u>\$587,679</u>	<u>\$602,173</u>	<u>(2.41)%</u>

Contributions from local units in 2007 represents a donated voting machine of \$6,792.

LASALLE TOWNSHIP

Management's Discussion and Analysis Year Ended March 31, 2008

Fund Financial Analysis – Concluded

	March 31, 2008	March 31, 2007	Percent Change
Expenditures			
Legislative	\$ 24,366	\$ 25,627	(4.92)%
General government	251,904	249,732	0.87 %
Public safety	118,537	108,674	9.08 %
Public works	145,930	63,506	129.79 %
Recreation and culture	2,046	1,474	38.81 %
Other	83,467	85,598	(2.49)%
Total Expenditures	\$626,250	\$534,611	17.14 %

The expenditures for public works increased 129.79% due to an increase of expenditures for highways and streets.

General Fund Budgetary Highlights

The Uniform Budget Act of the State of Michigan requires the Township Board to adopt the original budget for the upcoming fiscal year prior to April 1, the start of the fiscal year. Over the course of the year, the Township revises its budget as it attempts to deal with the unexpected changes in revenues and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. A schedule illustrating the Township's original and final budget amounts compared with amounts actually paid and received is provided in the required supplemental information of these financial statements.

The revisions made to the original budget and the final amended budgets were relatively minor. The original budget for revenues was \$591,500, and was amended to \$594,000. The original budget for expenditures was \$681,500 and was amended to \$690,010. Amendments to the original expenditure budget were small amounts between various departments.

Capital Assets and Debt Administration

Capital Assets

At March 31, 2008, the Township had \$5,296,029 invested in a broad range of capital assets, including land, building and building improvements, equipment, fire equipment, vehicles, and sewer and water lines. This amount represents a net increase (including additions and disposals) of \$216,654 from last year. This year's additions included a fire truck, water lines, fire equipment, laptop computer, and township building improvements. Depreciation for this year totaled \$169,374. Detailed information regarding capital assets is included in Note 6 to the financial statements.

LASALLE TOWNSHIP

Management's Discussion and Analysis Year Ended March 31, 2008

Capital Assets and Debt Administration (Concluded)

Debt

At March 31, 2008, the Township had \$615,000 in bonds and contract payable. The bonds payable is comprised of \$135,000 in special assessment water district bonds. The contract payable of \$480,000 is for the sewer disposal system. The Township has an accrued liability for unused vacation days of \$6,620 at March 31, 2008. Detailed information regarding the Township's debt is included in Note 7 to the financial statements.

Development of the 2009 Fiscal Year Budget

The budget for the 2009 fiscal year is consistent with the prior year budget. The Township's General Fund budget anticipates revenues of \$595,500 and expenditures of \$595,500.

Contacting LaSalle Township

This financial report is designed to provide the Township's citizens, taxpayers, customers, investors and creditors with a general overview of the Township's finances and to demonstrate their accountability for the money it receives. If you have questions about this report or need additional information, contact LaSalle Township, 4111 LaPlaisance Road, P.O. Box 46, LaSalle, MI 48145.

LASALLE TOWNSHIP*Statement of Net Assets
March 31, 2008*

	Governmental Activities
Assets	
Cash and cash equivalents	\$1,278,195
Cash with fiscal agent	116,005
Receivables:	
Accounts and accrued interest	46,208
Special assessment	407,367
Delinquent taxes	51,019
Prepaid expenses	10,223
Due from other governmental units	374,831
Depreciable capital assets, net	3,521,629
Total Assets	5,805,477
Liabilities	
Accounts payable	2,408
Accrued interest payable	13,951
Other liabilities	50,000
Long-term liabilities:	
Due within one year	87,620
Due in more than one year	534,000
Total Liabilities	687,979
Net Assets	
Invested in capital assets, net of related debt	2,906,629
Restricted for:	
Debt service	1,019,479
Capital projects	16,655
Public works	588,114
Fire protection	149,370
Unrestricted	437,251
Total Net Assets	\$5,117,498

See accompanying notes to the basic financial statements.

LASALLE TOWNSHIP

Statement of Activities Year Ended March 31, 2008

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				Governmental Activities
Legislative	\$24,366	\$0	\$0	\$0
General government	337,327	15,200	0	0
Public safety	259,310	29,504	2,648	0
Public works	387,453	178,718	213,652	0
Recreation and culture	2,046	0	0	0
Interest on long-term debt	38,084	0	0	0
Total Governmental Activities	<u>\$1,048,586</u>	<u>\$223,422</u>	<u>\$216,300</u>	<u>\$0</u>
General Revenues:				
Property taxes				272,297
State grants				339,241
Interest				78,330
Other				51,194
Total General Revenues				<u>741,062</u>
Change in Net Assets				132,198
Net Assets - Beginning of year				<u>4,985,300</u>
Net Assets - End of year				<u>\$5,117,498</u>

See accompanying notes to the basic financial statements.

LASALLE TOWNSHIP

Governmental Funds Balance Sheet March 31, 2008

	Special Revenue Funds				
	General	Water Lateral Receiving	Special Voted Fire Department	Lakeshore Area Sewer Receiving	North Shores Road Maintenance
Assets					
Cash and cash equivalents	\$282,649	\$189,725	\$13,592	\$30,602	\$2,690
Cash with fiscal agent	0	0	0	40,859	0
Receivables:					
Accounts and accrued interest	0	3,901	0	30,873	0
Special assessments	0	86,165	0	0	136,400
Delinquent taxes	11,195	664	10,883	3,422	11,717
Prepaid expenses	10,223	0	0	0	0
Due from other funds	11,572	30,468	0	0	0
Due from other governmental units	180,555	3,163	124,895	12,367	22,352
Total Assets	\$496,194	\$314,086	\$149,370	\$118,123	\$173,159
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$2,323	\$0	\$0	\$0	\$0
Due to other funds	0	0	0	30,468	0
Deferred revenue	0	76,519	0	10,179	101,711
Performance bonds	50,000	0	0	0	0
Total Liabilities	52,323	76,519	0	40,647	101,711
Fund Balances					
Reserved for prepaid expenses	10,223	0	0	0	0
Reserved for debt service	0	0	0	0	0
Unreserved:					
Undesignated, reported in:					
General Fund	433,648	0	0	0	0
Special Revenue Funds	0	237,567	149,370	77,476	71,448
Capital Project Funds	0	0	0	0	0
Total Fund Balances	443,871	237,567	149,370	77,476	71,448
Total Liabilities and Fund Balances	\$496,194	\$314,086	\$149,370	\$118,123	\$173,159

See accompanying notes to the basic financial statements.

Debt Service Funds				
South County Water	Lakeshore Area Sewer	Water District 2002-27A	Other Nonmajor Governmental Funds	Total Governmental Funds
\$392,836	\$230,450	\$68,197	\$67,454	\$1,278,195
0	75,146	0	0	116,005
0	11,434	0	0	46,208
0	91,697	84,820	8,285	407,367
0	6,152	1,775	5,211	51,019
0	0	0	0	10,223
0	0	0	0	42,040
0	7,962	3,547	19,990	374,831
<u>\$392,836</u>	<u>\$422,841</u>	<u>\$158,339</u>	<u>\$100,940</u>	<u>\$2,325,888</u>
\$0	\$0	\$0	\$85	\$2,408
0	0	0	11,572	42,040
0	83,667	75,320	3,804	351,200
0	0	0	0	50,000
0	83,667	75,320	15,461	445,648
0	0	0	0	10,223
392,836	339,174	83,019	55,610	870,639
0	0	0	0	433,648
0	0	0	13,214	549,075
0	0	0	16,655	16,655
<u>392,836</u>	<u>339,174</u>	<u>83,019</u>	<u>85,479</u>	<u>1,880,240</u>
<u>\$392,836</u>	<u>\$422,841</u>	<u>\$158,339</u>	<u>\$100,940</u>	<u>\$2,325,888</u>

LASALLE TOWNSHIP

*Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets
March 31, 2008*

Total Fund Balances - Governmental Funds		\$1,880,240
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and are not reported in the funds:		
Cost of the capital assets	\$5,296,029	
Accumulated depreciation	<u>(1,774,400)</u>	
		3,521,629
Other long-term assets are not available to pay for current-period expenditures and therefore are offset by deferred revenue in the funds.		351,200
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:		
Loan payable	(621,620)	
Accrued interest	<u>(13,951)</u>	
		<u>(635,571)</u>
Total Net Assets - Governmental Activities		<u>\$5,117,498</u>

See accompanying notes to the basic financial statements.

LASALLE TOWNSHIP

Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances Year Ended March 31, 2008

	Special Revenue Funds				
	General	Water Lateral Receiving	Special Voted Fire Department	Lakeshore Area Sewer Receiving	North Shores Road Maintenance
Revenues					
Property taxes and special assessments	\$137,263	\$26,323	\$135,034	\$0	\$88,629
Licenses and permits	54,417	0	0	0	0
State grants	339,241	0	0	0	0
Charges for services	15,200	0	0	121,932	0
Interest	15,277	9,474	2,861	1,337	16
Other revenue	26,281	0	0	0	0
Total Revenues	587,679	35,797	137,895	123,269	88,645
Expenditures					
Legislative	24,366	0	0	0	0
General government	251,904	0	0	0	0
Public safety	118,537	0	311,620	0	0
Public works	145,930	79,466	0	124,650	17,197
Recreation and culture	2,046	0	0	0	0
Other	83,467	0	0	0	0
Debt service	0	0	0	0	0
Capital projects	0	0	0	0	0
Total Expenditures	626,250	79,466	311,620	124,650	17,197
Excess (Deficiency) of Revenue Over Expenditures	(38,571)	(43,669)	(173,725)	(1,381)	71,448
Other Financing Sources (Uses)					
Operating transfers in	0	0	0	0	0
Operating transfers out	(7,186)	0	0	0	0
Total Other Financing Sources (Uses)	(7,186)	0	0	0	0
Net Change in Fund Balances	(45,757)	(43,669)	(173,725)	(1,381)	71,448
Fund Balances - Beginning of year	489,628	281,236	323,095	78,857	0
Fund Balances - End of year	<u>\$443,871</u>	<u>\$237,567</u>	<u>\$149,370</u>	<u>\$77,476</u>	<u>\$71,448</u>

See accompanying notes to the basic financial statements.

Debt Service Funds				
South County Water	Lakeshore Area Sewer	Water District 2002-27A	Other Nonmajor Governmental Funds	Total Governmental Funds
\$0	\$19,511	\$9,000	\$28,200	\$443,960
0	0	0	0	54,417
0	0	0	2,648	341,889
0	0	0	0	137,132
18,318	19,827	6,987	4,233	78,330
0	45,160	0	0	71,441
18,318	84,498	15,987	35,081	1,127,169
0	0	0	0	24,366
0	0	0	0	251,904
0	0	0	21,406	451,563
0	0	0	19,710	386,953
0	0	0	0	2,046
0	0	0	0	83,467
0	90,775	15,565	73,744	180,084
0	0	0	9,321	9,321
0	90,775	15,565	124,181	1,389,704
18,318	(6,277)	422	(89,100)	(262,535)
0	0	0	7,186	7,186
0	0	0	0	(7,186)
0	0	0	7,186	0
18,318	(6,277)	422	(81,914)	(262,535)
374,518	345,451	82,597	167,393	2,142,775
\$392,836	\$339,174	\$83,019	\$85,479	\$1,880,240

LASALLE TOWNSHIP

*Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
Year Ended March 31, 2008*

Net Change in Fund Balances - Total Governmental Funds		(\$262,535)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures;		
in the statement of activities, these costs are allocated over their		
estimated useful lives as depreciation expense.		
Depreciation expense	(\$169,374)	
Capital outlay	369,108	
		199,734
Accrued interest is recorded in the statement of activities when incurred;		
it is not reported in governmental funds until paid.		2,000
Revenues in the statement of activities that do not provide current financial		
resources are not reported as revenue in the funds.		53,615
Repayments of bond principal is an expenditure in the governmental funds,		
but not in the statement of activities (where it reduces long-term debt).		140,000
Increases in the liability for compensated absences are reported as an		
expenditure in the statement of activities, but not in the governmental funds		(616)
Change in Net Assets of Governmental Activities		\$132,198

See accompanying notes to the basic financial statements.

LASALLE TOWNSHIP

Agency Funds
Statement of Fiduciary Net Assets
March 31, 2008

	<u>Tax Collection</u>	<u>Water Tap Fee</u>	<u>Water Bill</u>	<u>Totals</u>
Assets				
Cash	<u>\$310,680</u>	<u>\$17,132</u>	<u>\$23</u>	<u>\$327,835</u>
Liabilities				
Due to other governments	\$310,680	\$13,355	\$23	\$324,058
Due to others	<u>0</u>	<u>3,777</u>	<u>0</u>	<u>3,777</u>
Total Liabilities	<u>\$310,680</u>	<u>\$17,132</u>	<u>\$23</u>	<u>\$327,835</u>

See accompanying notes to the basic financial statements.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 1 Description of the Township and Reporting Entity

The Township operates under a locally elected five member Board form of government and provides the following services: public safety (fire), public improvements, planning and zoning, and general administrative services.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements are not misleading. The primary government of the Township consists of all funds, departments, boards, and agencies that are not legally separate from the Township.

Component units are legally separate organizations for which the Township is financially accountable. Component units may also include organizations that are fiscally dependent on the Township in that the Township approves their budget, the issuance of their debt, or the levying of taxes. The Township has no component units.

The following entity is a joint venture which is not included in the governmental fund financial statements.

South County Water System - This is a joint venture between the County of Monroe, LaSalle Township, Bedford Township, Erie Township, and the City of Luna Pier to renovate and improve the South County Water System.

Note 2 Summary of Significant Accounting Policies

The financial statements of LaSalle Township have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Council (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following are the more significant of the Township's accounting policies.

Basis of Presentation

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. As a general rule, the effect of interfund activity has been eliminated from the government-wide statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities which rely, to a significant extent on fees and charges for support. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Amounts reported as program revenue include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. General revenue includes taxes, intergovernmental payments, sales of property, and other items not properly included among program revenues.

Separate financial statements are provided for governmental funds and agency funds, even though the latter are excluded from the government-wide financial statements. Individual major governmental funds are reported as separate columns in the fund financial statements.

LASALLE TOWNSHIP

Notes to Financial Statements *Year Ended March 31, 2008*

Note 2 Summary of Significant Accounting Policies

Basis of Presentation (Continued)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Statements - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Governmental fund expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

On the governmental funds statements, property taxes, intergovernmental grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the Township.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Agency fund statements also are reported using the economic resources measurement focus and the cash basis of accounting.

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. The General Fund accounts for all financial resources of the Township, except those required to be accounted for in another fund.

The Special Revenue Fund - Water Lateral Receiving Fund accounts for the collection of debt service charges for each water tap-in. These moneys are available for operation and maintenance, expansion and replacement of the laterals and for debt service.

The Special Revenue Fund - Special Voted Fire Department Fund accounts for proceeds from a tax millage to be used for the purchase of, construction of, and/or repair of fire department building and equipment.

The Special Revenue Fund - Lakeshore Area Sewer Receiving Fund accounts for the collection of monthly sewer bills from Township residents and payment to the City of Luna Pier for providing sewer service to the Township.

The Special Revenue Fund - North Shores Road Maintenance Fund accounts for the collection of special assessments for road maintenance.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 2 Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Concluded)

The Debt Fund - South County Water Fund accumulates interest on tax revenue that was collected for the South County Water System to retire bonds.

The Debt Fund - Lakeshore Area Sewer Fund accounts for the collection of the Lakeshore Area Sewer Special Assessment No. 1990-A, used to defray part of the Township's obligation to the County of Monroe to cover the remaining cost of the \$845,000 refunding bond issue.

The Debt Fund - Water District 2002-27A Fund accounts for the collection of Water District Special Assessments No. 2002-27A, used to pay the cost of a \$150,000 bond issue.

The Township reports the following nonmajor governmental funds:

The Special Revenue Funds - Liquor Law Enforcement, Lighting, Foster Lane, Belleterre District No. 1, and North Shore Snow. The Debt Service Funds - Water District 1991-B, Water District 1995-16A & 17A, and Water District 1997-21A. The Capital Projects Fund - Building and Improvement.

C. Assets, Liabilities, and Net Assets or Equity

Deposits and Investments - Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired.

Property Tax Receivable - Property taxes are assessed as of December 31 and the related property taxes become a lien on July 1 and December 1 of the following year. Summer taxes are considered delinquent July 31, and winter taxes are considered delinquent February 15 of the following year.

Prepaid Assets - Payments made to vendors for services that will benefit periods beyond March 31, 2008, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

Capital Assets - General capital assets are those assets related to the general activities and expenditures reported in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated fixed assets are recorded at their fair market values as of the date received. The Township maintains a capitalization threshold of one thousand dollars and an estimated useful life in excess of one year. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. The Township has elected not to retroactively report infrastructure assets except those related to outstanding bond issues as of March 31, 2004.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 2 Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

C. Assets, Liabilities, and Net Assets or Equity (Continued)

All reported capital assets, other than land, are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and buildings improvements	10-50 years
Machinery and equipment	3-10 years
Vehicles	5-25 years
Water lines	50 years
Sewer lines	50 years

Interfund Balances - On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "due to/from other funds." These amounts are eliminated in the governmental activities column of the statement of net assets.

Accrued Liabilities and Long-Term Obligations - All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Payments of long-term loans that are paid from governmental funds are recognized as an expenditure on the governmental fund financial statements when due.

Net Assets - Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws, or regulations of other governments.

Interfund Transactions - Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements.

Fund Balance Reserves and Designations - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 2 Summary of Significant Accounting Policies (Concluded)

Basis of Presentation (Concluded)

C. Assets, Liabilities, and Net Assets or Equity (Concluded)

Compensated Absences - Township employees are granted vacation days under formulas and conditions in the personnel policy manual. All earned vacation must be taken within the calendar year. There is no provision for carryover of vacation. The Township does not provide for sick pay for employees.

D. Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported on the financial statements and accompanying notes. Actual results may differ from those estimates.

E. Extraordinary and Special Items - Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Township and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2008.

F. Budgetary Policies - The budgetary process is prescribed by provisions of the State of Michigan Budget Act and entails the preparation of budgetary documents within an established timetable. The General Fund and all Special Revenue Funds are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Township Board at the function level. Any budgetary modifications may only be made by resolution of the Township Board.

The fiscal officer submits to the Township Board a proposed operating budget for the fiscal year commencing the following April.

1. The operating budget includes proposed expenditures and the means of financing them. Unexpended appropriations lapse at year end.
2. A public hearing is conducted to obtain taxpayer comments.
3. The budget is legally enacted through a Board motion.
4. Any revisions to the budget must be approved by the Township Board.
5. Budgeted amounts are as originally adopted, or as amended by the Township Board.
6. Budgets are adopted on a basis consistent with generally accepted accounting principles.
7. Lapsing of Appropriations - At the close of each year all unspent appropriations revert to the respective funds from which they were appropriated and become subject to future appropriations.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 3 Stewardship, Accountability and Compliance

The Township shall not incur expenditures in excess of the amount appropriated. Annual budgets are adopted on a basis that is consistent with generally accepted accounting principles and State Law for the General and Special Revenue Funds.

In the required supplemental information, the Township's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional basis, which is the adopted legal level of control.

For the year ended March 31, 2008, expenditures exceeded final budgeted amounts in the following funds:

	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Variance</u>
Liquor Law Enforcement Fund	\$ 2,590	\$ 2,648	\$(58)
Belleterre District No. 1 Fund	14,600	14,629	(29)

Note 4 Deposits

Statutes authorize the Township to invest in obligations of the U.S. Treasury, agencies, and instrumentalities; commercial paper within the three highest rate classifications by at least two rating services; bankers' acceptances of U.S. banks, U.S. or agency repurchase agreements; savings accounts and certificates of deposit with banks and savings and loan associations, or credit unions which are insured with the applicable federal agency. Public funds of the Township may not be deposited in financial institutions located in states other than Michigan.

Public Act 367 of 1982 (known as the Surplus Funds Investment Pool Act) enables municipalities to invest surplus operating funds in investment pools managed by qualified financial institutions. At March 31, 2008, the Township had invested in such a fund with a local bank. The Township is able to retrieve these funds without restriction and, accordingly, this amount is considered to be available cash. The local bank invests these funds in a variety of instruments including bonds and direct obligations of the United States, certificates of deposit, commercial paper rated within the three highest classifications by not less than two standard rating services, United States government or federal agency obligation repurchase agreements and bankers acceptances of the United States banks.

The Township believes that, due to the dollar amounts of cash deposits and the limits of FDIC insurance, and since State of Michigan legislation does not require that all deposits be collateralized, it is impractical to insure all bank deposits. As a result, the Township evaluates each financial institution with which it deposits Township funds and assesses the level of risk at each institution; only those institutions with an acceptable estimated risk level are used as depositories.

The Board has adopted an investment policy authorizing certain types of investments and authorized two depositories: Monroe Bank and Trust and National City Bank.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 4 Deposits (Concluded)

Interest rate risk. The Township's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk. The Township will minimize credit risk, which is the risk of loss due to the failure of the security issuer or backer, by limiting investments to the types of securities listed in the Township's investment policy.

Concentration of credit risk. The Township does not place any limits on the amount the Township may deposit or invest in any one issuer.

Custodial credit risk. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Township's deposits may not be returned or the Township will not be able to recover the collateral securities in the possession of an outside party. The Township has \$1,701,822 invested in certificates of deposit, checking accounts, and money markets. The Township's deposits are insured by the FDIC in the amount of \$200,000, with uninsured deposits of \$1,501,822. The Township's deposits are at institutions with an established record of fiscal health and service. The Township Board approves and designates a list of authorized depository institutions. The Township's investment policy does not address deposit risk.

Foreign currency risk. The Township is not authorized to invest in investments which have this type of risk.

Note 5 Interfund Receivable and Payable Balances

Interfund balances at March 31, 2008 consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund:		
Special Revenue Fund:		
Lighting Fund	\$11,572	
Special Revenue Funds:		
Lighting Fund:		
General Fund		\$11,572
Water Lateral Receiving Fund:		
Special Revenue Fund:		
Lakeshore Area Sewer Receiving Fund	30,468	
Lakeshore Area Sewer Receiving Fund:		
Special Revenue Fund:		
Water Lateral Receiving Fund		30,468
	<u>\$42,040</u>	<u>\$42,040</u>

Interfund balances reflect temporary loans and reimbursements due in the normal course of interfund activity.

LASALLE TOWNSHIP

Notes to Financial Statements *Year Ended March 31, 2008*

Note 6

Capital Assets

Capital asset activity for the fiscal year ended March 31, 2008, was as follows:

	Balance April 1, 2007	Additions	Deletions	Balance March 31, 2008
Governmental Activities				
Assets not being depreciated				
Land	\$58,000	\$0	\$0	\$58,000
Capital assets being depreciated:				
Building and building improvements	1,221,964	6,144	0	1,228,108
Machinery and equipment	288,203	2,981	0	291,184
Vehicles	526,208	299,983	(152,454)	673,737
Water lines	1,455,000	60,000	0	1,515,000
Sewer lines	1,530,000	0	0	1,530,000
	<u>5,021,375</u>	<u>369,108</u>	<u>(152,454)</u>	<u>5,238,029</u>
Total capital assets	5,079,375	369,108	(152,454)	5,296,029
Less accumulated depreciation:				
Building and building improvements	(314,948)	(26,380)	0	(341,328)
Machinery and equipment	(163,631)	(26,346)	0	(189,977)
Vehicles	(300,697)	(56,148)	152,454	(204,391)
Water lines	(384,054)	(29,900)	0	(413,954)
Sewer lines	(594,150)	(30,600)	0	(624,750)
Total accumulated depreciation	<u>(1,757,480)</u>	<u>(169,374)</u>	<u>152,454</u>	<u>(1,774,400)</u>
Net capital assets	<u>\$3,321,895</u>	<u>\$199,734</u>	<u>\$0</u>	<u>\$3,521,629</u>

Depreciation expense was charged to governmental functions as follows:

General government	\$ 6,292
Public safety	102,582
Public works	<u>60,500</u>
Total governmental activities	<u>\$169,374</u>

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 7 Long-Term Debt

The following is a summary of long-term debt outstanding as of March 31, 2008:

	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Maturity Dates</u>	<u>Original Amount of Issue</u>	<u>Balance Outstanding</u>
Special assessment debt:					
Water District 1997-21A Special Assessment Bonds	4.950%	02/01/98	09/01/2010	\$150,000	\$ 25,000
Water District 2002-27A Special Assessment Bonds	4.450%	03/25/03	11/01/2018	150,000	<u>110,000</u> 135,000
Contracts payable:					
LaSalle Sewer Disposal: System No.1 Refunding Bonds	3.850%- 6.000%	09/15/95	05/01/2016	845,000	<u>480,000</u> \$615,000

Following is a summary of changes in long-term debt as of March 31, 2008:

	<u>Balance 3/31/07</u>	<u>Additions</u>	<u>Retired</u>	<u>Balance 3/31/08</u>	<u>Due In One Year</u>
Special Assessment Debt:					
Water District 1991-B	\$ 5,000	\$ -	\$ 5,000	\$ -	\$ -
Water District 1995- 16A & 17A	50,000	-	50,000	-	-
Water District 1997-21A	40,000	-	15,000	25,000	10,000
Water District 2002-27A	<u>120,000</u>	-	<u>10,000</u>	<u>110,000</u>	<u>11,000</u>
	215,000	-	80,000	135,000	21,000
Contracts Payable:					
LaSalle Sewer Disposal System No.1 Refunding Bonds	540,000	-	60,000	480,000	60,000
Compensated Absences Payable	<u>6,004</u>	<u>616</u>	<u>-</u>	<u>6,620</u>	<u>6,620</u>
	<u>546,004</u>	<u>616</u>	<u>60,000</u>	<u>486,620</u>	<u>66,620</u>
Totals	<u>\$761,004</u>	<u>\$616</u>	<u>\$140,000</u>	<u>\$621,620</u>	<u>\$87,620</u>

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 7 Long-Term Debt (Continued)

Following are repayment schedules of the March 31, 2008 balances:

Water District 1997-21A - Special Assessment Bonds - \$150,000 bond issue dated February 1, 1998:

Fiscal Year	Interest Due		Principal Due	Total Requirements
	September 1	March 1	September 1	
2009	\$619	\$371	\$10,000	\$10,990
2010	<u>371</u>	<u>-</u>	<u>15,000</u>	<u>15,371</u>
	<u>\$990</u>	<u>\$371</u>	<u>\$25,000</u>	<u>\$26,361</u>

- Notes: 1. The above schedule does not include paying agent fees.
2. Interest: 4.95%
3. Paying agent: Monroe Bank & Trust

Water District 2002-27A - Special Assessment Bonds - \$150,000 bond issue dated March 25, 2003:

Fiscal Year	Interest Due		Principal Due	Total Requirements
	November 1	May 1	November 1	
2009	\$ 2,448	\$ 2,448	\$ 11,000	\$ 15,896
2010	2,202	2,202	11,000	15,404
2011	1,958	1,958	11,000	14,916
2012	1,713	1,713	11,000	14,426
2013	1,469	1,469	11,000	13,938
2014	1,223	1,223	11,000	13,446
2015	979	979	11,000	12,958
2016	734	734	11,000	12,468
2017	490	490	11,000	11,980
2018	<u>245</u>	<u>245</u>	<u>11,000</u>	<u>11,490</u>
	<u>\$13,461</u>	<u>\$13,461</u>	<u>\$110,000</u>	<u>\$136,922</u>

- Notes: 1. The above schedule does not include paying agent fees.
2. Interest: 4.45%
3. Paying agent: Monroe Bank & Trust

LaSalle Sanitary Sewer System Contract Payable - \$1,530,000 bond issue dated November 1, 1989 by the County of Monroe. (LaSalle Township is obligated to pay the County of Monroe sufficient amounts to cover the principal and interest requirements to retire this bond issue):

On September 15, 1995, the County of Monroe issued \$845,000 in Sewage Disposal Refunding Bonds (LaSalle Township System No.1) with interest rates from 3.85% to 6.0% to advance refund a portion of the \$1,305,000 of outstanding Limited Tax Sewage Disposal Bonds with interest rates from 6.35% to 9.00%. The net proceeds of \$810,213 (after a discount of \$10,563, issuance costs of \$24,225) plus a Township contribution of \$240,000 were used to purchase U.S. Government Securities.

Those securities were deposited in an irrevocable trust with an escrow agent to provide for a portion of the future debt service payments on the 1989 Series bonds. As a result, \$980,000 of the 1989 bonds is considered to be defeased and the liability for those bonds has been removed from the general long-term account group.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 7 Long-Term Debt (Concluded)

The Township advance refunded a portion of the 1989 bonds to reduce its total debt service payments over the next 20 years by \$181,108. The Township sustained an economic loss of \$7,945 (difference between the present values of the debt service payments on the old and new debt).

LaSalle Sewage Disposal System No. 1 Refunding Bonds Contract Payable - \$845,000 bond issue dated September 15, 1995 by the County of Monroe. (LaSalle Township is obligated to pay the County of Monroe sufficient amounts to cover the principal and interest requirements to retire this bond issue):

<u>Fiscal Year</u>	<u>Interest Due</u>		<u>Principal</u>	<u>Total</u>
	<u>May 1</u>	<u>November 1</u>	<u>Due May 1</u>	<u>Requirements</u>
2009	\$14,169	\$12,504	\$ 60,000	\$ 86,673
2010	12,504	10,950	55,000	78,454
2011	10,950	9,300	55,000	75,250
2012	9,300	7,650	55,000	71,950
2013	7,650	5,850	60,000	73,500
2014	5,850	3,900	65,000	74,750
2015	3,900	1,950	65,000	70,850
2016	<u>1,950</u>	<u>-</u>	<u>65,000</u>	<u>66,950</u>
	<u>\$66,273</u>	<u>\$52,104</u>	<u>\$480,000</u>	<u>\$598,377</u>

- Notes: 1. The above debt retirement schedule does not include paying agent fees.
 2. Interest rates: 3.85% to 6.00%
 3. Paying agent: Michigan National Bank, Detroit, Michigan

The annual requirements to pay principal and interest on long-term debt outstanding at March 31, 2008 are as follows:

<u>Fiscal Years</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008 - 2009	\$ 81,000	\$ 32,559	\$113,559
2009 - 2010	81,000	28,229	109,229
2010 - 2011	66,000	24,166	90,166
2011 - 2012	66,000	20,376	86,376
2012 - 2013	71,000	16,438	87,438
2013 - 2018	<u>250,000</u>	<u>24,892</u>	<u>274,892</u>
	<u>\$615,000</u>	<u>\$146,660</u>	<u>\$761,660</u>

Note 8 Special Assessments

In the Water Lateral Receiving Fund, the special assessments receivable of \$86,165 are balances owed on the water debt service charges. The Township has, by ordinance, provided for the collection of debt service charges for each water tap-in. These moneys are available for operation and maintenance, expansion, and replacement of the laterals, and for debt service.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 8 Special Assessments (Concluded)

In the following funds, the special assessment receivable are balances owed on special assessments levied to help pay for principal and interest on bonds as stated in Note 7.

<u>Fund</u>	<u>Special Assessment Receivable March 31, 2008</u>
North Shores Road Maintenance Fund	\$136,400
Lakeshore Area Sewer Fund	91,697
Water District 1995-16A & 17A Fund	676
Water District 1997-21A Fund	7,609
Water District 2002-27A Fund	<u>84,820</u>
	<u>\$321,202</u>

Note 9 Interfund Transfers

Interfund transfers for the year ended March 31, 2008, consisted of the following:

<u>Transfers In</u>	<u>Transfer Out</u>
	<u>General</u>
	<u>Fund</u>
Special Revenue Fund:	
Lighting	<u>\$7,186</u>

The transfer to the Lighting Fund was to eliminate a fund deficit.

Note 10 Michigan Unemployment

On May 16, 1974, Governor Milliken signed into law enrolled Senate Bill 741, which is known as Act No. 104 of the Public Acts of 1974. The provisions of this Act subject political subdivisions to the Michigan Employment Security Act effective January 1, 1975. LaSalle Township has elected to make reimbursement payments rather than to pay contributions as a contributing employer.

Note 11 Property Tax

Property taxes, which are based on property owned as of December 31, 2006 were billed on December 1, 2007 and were payable February 14, 2008. Summer taxes are billed July 1 and are due September 14. The Township collects its own property tax and also collects taxes for the State of Michigan, County of Monroe, Monroe Public Schools, Mason Consolidated Schools, Ida Public Schools, Monroe County Community College, and the Monroe County Intermediate School District.

The Township levied 0.7472 mills for general operating and 0.7387 mills for the fire department for the 2007-2008 fiscal year. The total taxable value for the year was \$182,820,304 which is based on a percentage of the fair market value of the assessed property.

LASALLE TOWNSHIP

Notes to Financial Statements Year Ended March 31, 2008

Note 12 Employee's Pension Plan

The Township adopted a defined contribution pension plan which was effective May 1, 1992. The plan provides pension benefits for all Township employees who are employed for more than ten hours a week on a regular basis. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate on the first policy anniversary date on which they have completed at least one year of continuous employment with the Township and their age (nearest birthday) is at least eighteen years and not more than eighty-five years. The plan requires that the Township contribute 10% of a covered employee's annual compensation to the plan and that each covered employee shall also contribute at least 5% of their annual compensation. Contributions to the plan are vested immediately.

The Township's covered payroll for the fiscal year ending March 31, 2008 was \$195,876, with a total payroll of \$205,582. A total of \$32,372 was contributed to the plan of which \$10,279 (5.2% of covered payroll) was withheld from the employees, \$20,042 (10% of covered payroll) was paid by the Township, and \$2,051 was paid by the Township for administrative expenses.

Note 13 Building Department

The Township tracks building permit fees and their related costs in the General Fund. Fees for the fiscal year ending March 31, 2008, of \$29,504 did not exceed the related costs and administrative overhead.

Note 14 Risk Management

The Township is exposed to various risks of loss related to property loss, torts, errors, omissions and employee injuries (workman's compensation). The Township has purchased commercial insurance for property loss, torts, errors, omissions and employee injuries.

Note 15 Joint Venture

The South County Water System is a joint venture with the County of Monroe and four municipalities: LaSalle Township, Bedford Township, Erie Township, and the City of Luna Pier. However, the municipalities do not have an equity interest in this joint venture. LaSalle Township and the other three municipalities entered into a contract with the County of Monroe whereby each municipality has pledged their full faith and credit to provide debt service payments on the \$1,400,000 bond issue dated July 1, 1995. The bond proceeds were used for renovations and improvements to the South County Water System. LaSalle Township and the other three municipalities entered into another contract with the County of Monroe whereby each municipality has pledged their full faith and credit to provide debt service payments on the \$4,400,000 bond issue dated October 1, 2005. The bond proceeds were used to acquire and construct improvements to the South County Water System, and \$280,000 of the bond issue was used to redeem the balance of the 1995 bond issue dated July 1, 1995. Each municipality is obligated for their share of the obligation based on the assessed property valuations which are computed annually. Currently, the South County Water System provides the debt retirement requirements on the \$4,400,000 bond issue which are paid from the system's revenues.

LASALLE TOWNSHIP

Notes to Financial Statements *Year Ended March 31, 2008*

Note 15 Joint Venture (Concluded)

As of March 31, 2008, LaSalle Township's obligation for this bond issue is 13.461%. The following is the financial information of the joint venture, obtained from the Monroe County Drain Commissioner, County Agency financial report as of December 31, 2008:

Total assets	\$32,648,282
Total liabilities	4,475,058
Total net assets	28,173,224
Total revenues	4,930,221
Total expenses	3,655,255
Total increase in system equity	1,274,966
Current portion of long-term debt	145,000
Long-term debt (net of discounts)	3,976,850

Note 16 Related Party

For the fiscal year ending March 31, 2008, the Township paid Nancy Feick, spouse of Township clerk, Rick Feick, \$12,509 for legal services. The Township believes the attorney fees are competitive and reflect an arms-length transaction.

LASALLE TOWNSHIP

*General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Year Ended March 31, 2008*

	Budgeted Amounts		Actual	Positive (Negative) Budget
	Original	Final		
Revenues				
Taxes and special assessments	\$133,900	\$133,900	\$137,263	\$3,363
Licenses and Permits:				
Business licenses and permits	36,000	36,000	29,504	(6,496)
Non-business licenses and permits	<u>24,000</u>	<u>24,000</u>	<u>24,913</u>	<u>913</u>
	60,000	60,000	54,417	(5,583)
State grants	342,800	342,800	339,241	(3,559)
Charges for Services:				
Cemetery sales	10,000	11,500	11,300	(200)
Rentals	<u>4,200</u>	<u>4,200</u>	<u>3,900</u>	<u>(300)</u>
	14,200	15,700	15,200	(500)
Interest	12,000	12,000	15,277	3,277
Other revenue	<u>28,600</u>	<u>29,600</u>	<u>26,281</u>	<u>(3,319)</u>
Total Revenues	591,500	594,000	587,679	(6,321)
Expenditures				
Legislative:				
Township board	29,100	27,100	24,366	2,734
General Government:				
Supervisor	31,800	32,800	31,406	1,394
Assessor	31,400	31,400	28,652	2,748
Elections	6,000	6,000	3,801	2,199
Audit	14,000	14,000	13,700	300
Attorney	12,000	12,010	12,509	(499)
Clerk	52,000	53,000	49,719	3,281
Board of review	1,500	1,500	1,010	490
Treasurer	58,200	58,200	54,054	4,146
Buildings and grounds	42,400	47,000	39,322	7,678
Cemetery	<u>15,000</u>	<u>17,900</u>	<u>17,731</u>	<u>169</u>
	264,300	273,810	251,904	21,906

LASALLE TOWNSHIP

*General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Year Ended March 31, 2008*

	Budgeted Amounts			Positive (Negative) Budget
	Original	Final	Actual	
Expenditures (Concluded)				
Public Safety:				
Fire department	\$63,400	\$64,400	\$62,282	\$2,118
Building inspection	52,200	52,200	50,641	1,559
Planning commission	10,000	9,654	4,874	4,780
Zoning board	2,000	2,000	740	1,260
	<u>127,600</u>	<u>128,254</u>	<u>118,537</u>	<u>9,717</u>
Public Works:				
Drains	3,200	3,200	2,730	470
Highways and streets	154,800	154,800	141,895	12,905
Water department	1,000	1,000	630	370
Weed enforcement	600	900	675	225
	<u>159,600</u>	<u>159,900</u>	<u>145,930</u>	<u>13,970</u>
Recreation and Culture:				
Parks and recreation	2,000	2,046	2,046	0
Other:				
Pension	22,500	22,500	22,092	408
Insurance	36,000	36,000	32,322	3,678
Social security/Medicare	17,000	17,000	15,480	1,520
Employee health insurance supplement	12,600	12,600	12,000	600
Miscellaneous	2,400	2,400	1,573	827
	<u>90,500</u>	<u>90,500</u>	<u>83,467</u>	<u>7,033</u>
Total Expenditures	<u>673,100</u>	<u>681,610</u>	<u>626,250</u>	<u>55,360</u>
Excess (Deficiency) of Revenues Over Expenditures	(81,600)	(87,610)	(38,571)	49,039
Other Financing Sources (Uses)				
Operating transfers out	<u>8,400</u>	<u>8,400</u>	<u>(7,186)</u>	<u>(15,586)</u>
Net Change in Fund Balance	(73,200)	(79,210)	(45,757)	33,453
Fund Balance - Beginning of year	<u>308,874</u>	<u>308,874</u>	<u>489,628</u>	<u>180,754</u>
Fund Balance - End of year	<u>\$235,674</u>	<u>\$229,664</u>	<u>\$443,871</u>	<u>\$214,207</u>

LASALLE TOWNSHIP

Water Lateral Receiving Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Year Ended March 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special assessments	\$24,000	\$24,000	\$26,323	\$2,323
Interest	<u>3,200</u>	<u>3,200</u>	<u>9,474</u>	<u>6,274</u>
Total Revenues	27,200	27,200	35,797	8,597
Expenditures				
Public works:				
Water main	<u>120,000</u>	<u>120,000</u>	<u>79,466</u>	<u>40,534</u>
Net Change in Fund Balance	(92,800)	(92,800)	(43,669)	49,131
Fund Balance - Beginning of year	<u>271,075</u>	<u>271,075</u>	<u>281,236</u>	<u>10,161</u>
Fund Balance - End of year	<u>\$178,275</u>	<u>\$178,275</u>	<u>\$237,567</u>	<u>\$59,292</u>

LASALLE TOWNSHIP

Special Voted Fire Department Fund Statement of Revenues, Expenditures, and Changes in Fund Balance Budget and Actual Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes	\$132,000	\$132,000	\$135,034	\$3,034
Interest	6,000	6,000	2,861	(3,139)
Total Revenues	138,000	138,000	137,895	(105)
Expenditures				
Public safety:				
Fire department	299,983	313,983	311,620	2,363
Net Change in Fund Balance	(161,983)	(175,983)	(173,725)	2,258
Fund Balance - Beginning of year	323,345	323,345	323,095	(250)
Fund Balance - End of year	<u>\$161,362</u>	<u>\$147,362</u>	<u>\$149,370</u>	<u>\$2,008</u>

LASALLE TOWNSHIP

Lakeshore Area Sewer Receiving Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for services	\$121,500	\$121,500	\$121,932	\$432
Interest and penalties	<u>1,000</u>	<u>1,000</u>	<u>1,337</u>	<u>337</u>
Total Revenues	122,500	122,500	123,269	769
Expenditures				
Public works:				
Operation and maintenance	39,780	39,780	38,977	803
Luna Pier charges	<u>86,274</u>	<u>86,274</u>	<u>85,673</u>	<u>601</u>
Total Expenditures	<u>126,054</u>	<u>126,054</u>	<u>124,650</u>	<u>1,404</u>
Net Change in Fund Balance	(3,554)	(3,554)	(1,381)	2,173
Fund Balance - Beginning of year	<u>47,085</u>	<u>47,085</u>	<u>78,857</u>	<u>31,772</u>
Fund Balance - End of year	<u>\$43,531</u>	<u>\$43,531</u>	<u>\$77,476</u>	<u>\$33,945</u>

LASALLE TOWNSHIP

North Shores Road Maintenance Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$0	\$53,444	\$88,629	\$35,185
Interest	0	0	16	16
Total Revenues	0	53,444	88,645	35,201
Expenditures				
Public works:				
Road maintenance	0	20,000	17,197	2,803
Net Change in Fund Balance	0	33,444	71,448	38,004
Fund Balance - Beginning of year	0	0	0	0
Fund Balance - End of year	\$0	\$33,444	\$71,448	\$38,004

LASALLE TOWNSHIP

South County Water Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Year Ended March 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$12,000	\$12,000	\$18,318	\$6,318
Expenditures				
Debt service:				
Principal	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	12,000	12,000	18,318	6,318
Fund Balance - Beginning of year	<u>374,517</u>	<u>374,517</u>	<u>374,518</u>	<u>1</u>
Fund Balance - End of year	<u><u>\$386,517</u></u>	<u><u>\$386,517</u></u>	<u><u>\$392,836</u></u>	<u><u>\$6,319</u></u>

LASALLE TOWNSHIP

Lakeshore Area Sewer Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$12,000	\$12,000	\$19,511	\$7,511
Interest and penalties	16,600	16,600	19,827	3,227
Debt service charge	45,000	45,000	45,160	160
Total Revenues	73,600	73,600	84,498	10,898
Expenditures				
Debt service:				
Principal	60,000	60,000	60,000	0
Interest and fiscal charges	30,373	30,723	30,723	0
Miscellaneous	0	650	52	598
Total Expenditures	90,373	91,373	90,775	598
Net Change in Fund Balance	(16,773)	(17,773)	(6,277)	11,496
Fund Balance - Beginning of year	341,334	341,334	345,451	4,117
Fund Balance - End of year	\$324,561	\$323,561	\$339,174	\$15,613

LASALLE TOWNSHIP

Water District 2002-27A Debt Fund *Statement of Revenues, Expenditures, and Changes in Fund Balance* *Budget and Actual* *Year Ended March 31, 2008*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$11,000	\$11,000	\$9,000	(\$2,000)
Interest	1,000	1,000	6,987	5,987
Total Revenues	12,000	12,000	15,987	3,987
Expenditures				
Debt service:				
Principal	10,000	10,000	10,000	0
Interest and fiscal charges	5,740	5,740	5,565	175
Total Expenditures	15,740	15,740	15,565	175
Net Change in Fund Balance	(3,740)	(3,740)	422	3,812
Fund Balance - Beginning of year	80,026	80,026	82,597	2,571
Fund Balance - End of year	<u>\$76,286</u>	<u>\$76,286</u>	<u>\$83,019</u>	<u>\$6,383</u>

LASALLE TOWNSHIP

*Nonmajor Governmental Funds
Combining Balance Sheet
March 31, 2008*

	Special Revenue Funds				
	Liquor Law Enforcement	Lighting	Foster Lane	Belleterre District No. 1	North Shores Snow
Assets					
Cash and cash equivalents	\$0	\$0	\$0	\$4,972	\$1,852
Receivables:					
Special assessments	0	0	0	0	0
Delinquent taxes	0	2,076	400	0	0
Due from other governments	0	9,496	1,800	4,275	0
Total Assets	<u>\$0</u>	<u>\$11,572</u>	<u>\$2,200</u>	<u>\$9,247</u>	<u>\$1,852</u>
Total Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$0	\$0	\$85	\$0	\$0
Due to other funds	0	11,572	0	0	0
Deferred revenue	0	0	0	0	0
Total Liabilities	0	11,572	85	0	0
Fund Balances					
Reserved for debt service	0	0	0	0	0
Unreserved	0	0	2,115	9,247	1,852
Total Fund Balances	<u>0</u>	<u>0</u>	<u>2,115</u>	<u>9,247</u>	<u>1,852</u>
Total Liabilities and Fund Balances	<u>\$0</u>	<u>\$11,572</u>	<u>\$2,200</u>	<u>\$9,247</u>	<u>\$1,852</u>

Debt Service Funds			Capital Projects Fund	
Water District 1991-B	Water District 1995-16A & 17A	Water District 1997-21A	Building and Improvement	Total Nonmajor Governmental Funds
\$0	\$34,327	\$9,648	\$16,655	\$67,454
0	676	7,609	0	8,285
0	2,735	0	0	5,211
0	2,997	1,422	0	19,990
<u>\$0</u>	<u>\$40,735</u>	<u>\$18,679</u>	<u>\$16,655</u>	<u>\$100,940</u>
\$0	\$0	\$0	\$0	\$85
0	0	0	0	11,572
0	0	3,804	0	3,804
0	0	3,804	0	15,461
0	40,735	14,875	0	55,610
0	0	0	16,655	29,869
0	40,735	14,875	16,655	85,479
<u>\$0</u>	<u>\$40,735</u>	<u>\$18,679</u>	<u>\$16,655</u>	<u>\$100,940</u>

LASALLE TOWNSHIP

*Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended March 31, 2008*

	Special Revenue Funds				
	Liquor Law Enforcement	Lighting	Foster Lane	Belleterre District No. 1	North Shores Snow
Revenues					
Special assessments	\$0	\$11,572	\$2,200	\$4,275	\$0
State grants	2,648	0	0	0	0
Interest	0	0	26	57	9
Total Revenues	2,648	11,572	2,226	4,332	9
Expenditures					
Public safety	2,648	18,758	0	0	0
Public works	0	0	2,081	14,629	3,000
Debt service	0	0	0	0	0
Capital projects	0	0	0	0	0
Total Expenditures	2,648	18,758	2,081	14,629	3,000
Excess (Deficiency) of Revenues Over Expenditures	0	(7,186)	145	(10,297)	(2,991)
Other Financing Sources (Uses)					
Operating transfers in	0	7,186	0	0	0
Total Other Financing Sources (Uses)	0	7,186	0	0	0
Net Change in Fund Balances	0	0	145	(10,297)	(2,991)
Fund Balances - Beginning of year	0	0	1,970	19,544	4,843
Fund Balances - End of year	\$0	\$0	\$2,115	\$9,247	\$1,852

			Capital Projects Fund	
Water District 1991-B	Water District 1995-16A & 17A	Water District 1997-21A	Building and Improvement	Total Nonmajor Governmental Funds
\$0	\$5,805	\$4,348	\$0	\$28,200
0	0	0	0	2,648
0	2,207	1,610	324	4,233
0	8,012	5,958	324	35,081
0	0	0	0	21,406
0	0	0	0	19,710
5,372	51,513	16,859	0	73,744
0	0	0	9,321	9,321
5,372	51,513	16,859	9,321	124,181
(5,372)	(43,501)	(10,901)	(8,997)	(89,100)
0	0	0	0	7,186
0	0	0	0	7,186
(5,372)	(43,501)	(10,901)	(8,997)	(81,914)
5,372	84,236	25,776	25,652	167,393
\$0	\$40,735	\$14,875	\$16,655	\$85,479

LASALLE TOWNSHIP

Liquor Law Enforcement Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
State grants	\$2,600	\$2,600	\$2,648	\$48
Total Revenues	2,600	2,600	2,648	48
Expenditures				
Public safety	2,600	2,590	2,648	(58)
Net Change in Fund Balance	0	10	0	(10)
Fund Balance - Beginning of year	0	0	0	0
Fund Balance - End of year	\$0	\$10	\$0	(\$10)

LASALLE TOWNSHIP

Lighting Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$12,200	\$12,200	\$11,572	(\$628)
Expenditures				
Public safety	20,600	20,600	18,758	1,842
Excess (Deficiency) of Revenues Over Expenditures	(8,400)	(8,400)	(7,186)	1,214
Other Financing Sources				
Operating transfer in	8,400	8,400	7,186	(1,214)
Net Change in Fund Balance	0	0	0	0
Fund Balance - Beginning of year	0	0	0	0
Fund Balance - End of year	\$0	\$0	\$0	\$0

LASALLE TOWNSHIP

Foster Lane Fund Statement of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$2,200	\$2,200	\$2,200	\$0
Interest	20	20	26	6
Total Revenues	2,220	2,220	2,226	6
Expenditures				
Public works:				
Road maintenance	2,400	2,400	2,081	319
Net Change in Fund Balance	(180)	(180)	145	(313)
Fund Balance - Beginning of year	2,070	2,070	1,970	(100)
Fund Balance - End of year	<u>\$1,890</u>	<u>\$1,890</u>	<u>\$2,115</u>	<u>\$225</u>

LASALLE TOWNSHIP

Belleterre District No. 1 Fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* *Budget and Actual* *Year Ended March 31, 2008*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$2,850	\$2,850	\$4,275	\$1,425
Interest	100	100	57	(43)
Total Revenues	2,950	2,950	4,332	1,382
Expenditures				
Public works:				
Road maintenance	12,600	14,600	14,629	(29)
Net Change in Fund Balance	(9,650)	(11,650)	(10,297)	1,353
Fund Balance - Beginning of year	19,614	19,614	19,544	(70)
Fund Balance - End of year	<u>\$9,964</u>	<u>\$7,964</u>	<u>\$9,247</u>	<u>\$1,283</u>

LASALLE TOWNSHIP

North Shores Snow Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$50	\$50	\$9	(\$41)
Expenditures				
Public works:				
Snow removal	<u>2,000</u>	<u>3,000</u>	<u>3,000</u>	<u>0</u>
Net Change in Fund Balance	(1,950)	(2,950)	(2,991)	(41)
Fund Balance - Beginning of year	<u>4,793</u>	<u>4,793</u>	<u>4,843</u>	<u>50</u>
Fund Balance - End of year	<u><u>\$2,843</u></u>	<u><u>\$1,843</u></u>	<u><u>\$1,852</u></u>	<u><u>\$9</u></u>

LASALLE TOWNSHIP

Water District 1991-B Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special assessments	\$0	\$0	\$0	\$0
Interest	0	0	0	0
Total Revenues	0	0	0	0
Expenditures				
Debt service:				
Principal	5,000	5,000	5,000	0
Interest and fiscal charges	372	372	372	0
Total Expenditures	5,372	5,372	5,372	0
Net Change in Fund Balance	(5,372)	(5,372)	(5,372)	0
 Fund Balance - Beginning of year	 5,372	 5,372	 5,372	 0
Fund Balance - End of year	\$0	\$0	\$0	\$0

LASALLE TOWNSHIP

Water District 1995-16A & 17A Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special assessments	\$8,400	\$8,400	\$5,805	(\$2,595)
Interest	800	800	2,207	1,407
Total Revenues	9,200	9,200	8,012	(1,188)
Expenditures				
Debt service:				
Principal	50,000	50,000	50,000	0
Interest and fiscal charges	1,712	1,712	1,513	199
Total Expenditures	51,712	51,712	51,513	199
Net Change in Fund Balance	(42,512)	(42,512)	(43,501)	(989)
Fund Balance - Beginning of year	89,922	89,922	84,236	(5,686)
Fund Balance - End of year	<u>\$47,410</u>	<u>\$47,410</u>	<u>\$40,735</u>	<u>(\$6,675)</u>

LASALLE TOWNSHIP

Water District 1997-21A Fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* *Budget and Actual* *Year Ended March 31, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special assessments	\$4,200	\$4,200	\$4,348	\$148
Interest	<u>500</u>	<u>500</u>	<u>1,610</u>	<u>1,110</u>
Total Revenues	4,700	4,700	5,958	1,258
Expenditures				
Debt service:				
Principal	15,000	15,000	15,000	0
Interest and fiscal charges	<u>2,009</u>	<u>2,009</u>	<u>1,859</u>	<u>150</u>
Total Expenditures	<u>17,009</u>	<u>17,009</u>	<u>16,859</u>	<u>150</u>
Net Change in Fund Balance	(12,309)	(12,309)	(10,901)	1,408
Fund Balance - Beginning of year	<u>24,224</u>	<u>24,224</u>	<u>25,776</u>	<u>1,552</u>
Fund Balance - End of year	<u>\$11,915</u>	<u>\$11,915</u>	<u>\$14,875</u>	<u>\$2,960</u>

LASALLE TOWNSHIP

Building and Improvement Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
Year Ended March 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$200	\$200	\$324	\$124
Expenditures				
Capital projects	20,000	20,000	9,321	10,679
Net Change in Fund Balance	(19,800)	(19,800)	(8,997)	10,803
Fund Balance - Beginning of year	27,093	27,093	25,652	(1,441)
Fund Balance - End of year	<u>\$7,293</u>	<u>\$7,293</u>	<u>\$16,655</u>	<u>\$9,362</u>

LASALLE TOWNSHIP

Agency Funds
Statement of Changes in Assets and Liabilities
March 31, 2008

	Tax Collection	Water Tap Fee	Water Bill	Totals
Assets				
Cash	<u>\$310,680</u>	<u>\$17,132</u>	<u>\$23</u>	<u>\$327,835</u>
Liabilities				
Due to other governments	\$310,680	\$13,355	\$23	\$324,058
Due to others	<u>0</u>	<u>3,777</u>	<u>0</u>	<u>3,777</u>
Total Liabilities	<u>\$310,680</u>	<u>\$17,132</u>	<u>\$23</u>	<u>\$327,835</u>

LASALLE TOWNSHIP

Agency Funds
Statement of Changes in Assets and Liabilities
March 31, 2008

	Balance March 31, 2007	Additions	Deductions	Balance March 31, 2008
Tax Collection Fund				
Assets				
Cash	\$276,599	\$4,220,982	\$4,186,901	\$310,680
Liabilities				
Due to other governments	\$276,599	\$4,218,553	\$4,184,472	\$310,680
Due to others	0	2,429	2,429	0
Total Liabilities	\$276,599	\$4,220,982	\$4,186,901	\$310,680
Water Tap Fee Fund				
Assets				
Cash	\$14,142	\$13,715	\$10,725	\$17,132
Liabilities				
Due to other governments	\$10,365	\$13,715	\$10,725	\$13,355
Due to others	3,777	0	0	3,777
	\$14,142	\$13,715	\$10,725	\$17,132
Water Bill Fund				
Assets				
Cash	\$23	\$62,517	\$62,517	\$23
Liabilities				
Due to other governments	\$23	\$62,517	\$62,517	\$23
TOTALS - ALL AGENCY FUNDS				
Assets				
Cash	\$290,764	\$4,297,214	\$4,260,143	\$327,835
Liabilities				
Due to other governments	\$286,987	\$4,294,785	\$4,257,714	\$324,058
Due to others	3,777	2,429	2,429	3,777
Total Liabilities	\$290,764	\$4,297,214	\$4,260,143	\$327,835



**COOLEY HEHL
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Township Board
LaSalle Township
Monroe County, Michigan

In planning and performing our audit of the financial statements of LaSalle Township as of and for the year ended March 31, 2008, in accordance with auditing standards generally accepted in the United States of America, we considered the Township's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies and other deficiencies that we consider to be material weaknesses.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control. We believe that the following deficiency constitutes a material weakness.

Financial Statements

The Township does not have procedures in place to prepare financial statements in accordance with accounting principles generally accepted in the United States of America, including procedures to record accruals for revenues and expenditures, to track changes in capital assets, and to present required financial statement disclosures. As is the case with many smaller and medium-sized entities, the government has historically relied on independent external auditors to assist in the preparation of the government-wide financial statements and footnotes. As a result of this condition, the government lacks internal controls over the preparation of the financial statements in accordance with GAAP.

Township Board
LaSalle Township

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The following comment is not a significant deficiency or a material weakness but is a suggestion to improve your existing accounting and control systems.

Lakeshore Area Sewer Receiving Fund

This fund still has a debt to another fund of \$30,468. User charges in this fund need to continue to be reviewed to assure that the current expenses are met and sufficient cash is generated to pay back monies that were borrowed.

This communication is intended solely for the information and use of the Township Board, management, others within the Township and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Cooley Aehl Wohlgamuth & Carlton

July 2, 2008